



March 20, 2015

ENGROSSED HOUSE BILL No. 1435

DIGEST OF HB 1435 (Updated March 18, 2015 3:54 pm - DI 110)

Citations Affected: IC 4-32.2; IC 7.1-3; IC 7.1-5.

Synopsis: Beer, wine, liquor prizes/charity auction sales. Allows a nonprofit corporation that is a qualified organization under the charity gaming law (qualified organization) to give sealed bottles or cases of alcoholic beverages as prizes in a charity gaming without obtaining an alcoholic beverage permit. Allows a qualified organization to auction purchased or donated alcoholic beverages in sealed bottles or cases, without obtaining an alcoholic beverage permit. Prohibits alcoholic beverages that are auctioned or given as prizes from being consumed on the premises. Repeals and replaces the current statute regarding payments to the commission. Requires the commission to accept payments by certain financial instruments. Allows the commission to charge certain fees.

Effective: July 1, 2015.

Olthoff, Slager, Brown C, Dermody

(SENATE SPONSORS — HEAD, RANDOLPH)

January 14, 2015, read first time and referred to Committee on Public Policy.

February 5, 2015, amended, reported — Do Pass.

February 9, 2015, read second time, amended, ordered engrossed.

February 10, 2015, engrossed. Read third time, passed. Yeas 92, nays 6.

SENATE ACTION

February 24, 2015, read first time and referred to Committee on Public Policy.

March 19, 2015, amended, reported favorably — Do Pass.

EH 1435—LS 6758/DI 87



March 20, 2015

First Regular Session of the 119th General Assembly (2015)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2014 Regular Session and 2014 Second Regular Technical Session of the General Assembly.

ENGROSSED HOUSE BILL No. 1435

A BILL FOR AN ACT to amend the Indiana Code concerning alcohol and tobacco.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 4-32.2-4-13.5 IS ADDED TO THE INDIANA
2 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
3 [EFFECTIVE JULY 1, 2015]: **Sec. 13.5. A qualified organization**
4 **that gives an alcoholic beverage as a prize at an allowable event**
5 **shall comply with IC 7.1-3-6.1.**

6 SECTION 2. IC 7.1-3-1-13 IS REPEALED [EFFECTIVE JULY 1,
7 2015]. ~~Sec. 13. A person may make a payment to the commission:~~
8 (1) in cash;
9 (2) by a valid postal money order of the United States;
10 (3) by certified check;
11 (4) by cashier's check;
12 (5) by check drawn on the bank deposit of a business;
13 (6) by bank draft;
14 (7) by money order;
15 (8) by credit card, debit card, charge card, or similar method; or

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(9) if approved by the commission; by an electronic funds transfer (as defined in IC 4-8.1-2-7).

However, payment made by one (1) of the methods listed in subdivisions (3) through (6) must be of or drawn upon a solvent bank or trust company. However, if a payment is made by bank draft, check, cashier's check, or money order, the liability is not finally discharged and the person has not paid the obligation until the draft, check, or money order has been honored by the institution on which it is drawn. If the payment is made by credit card, debit card, charge card, or similar method, the liability is not finally discharged and the person has not paid the liability until the commission receives payment or credit from the institution responsible for making the payment or credit. The commission may contract with a bank or credit card vendor for acceptance of bank or credit cards. However, if there is a vendor transaction charge or discount fee, whether billed to the commission or charged directly to the commission's account, the commission or credit card vendor may collect from the person using the bank or credit card a fee. The fee is a permitted additional charge under IC 24-4.5-3-202.

SECTION 3. IC 7.1-3-1-13.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: **Sec. 13.5. (a) As used in this section, "credit card" means a:**

- (1) credit card;
- (2) debit card;
- (3) charge card; or
- (4) stored value card.

(b) The commission shall accept a payment to the commission for any purpose by any of the following financial instruments:

- (1) Cash.
- (2) Certified check.
- (3) Cashier's check.
- (4) Check drawn on the bank deposit of a business.
- (5) Valid postal money order of the United States.
- (6) Bank draft.
- (7) Money order.
- (8) Bank card or credit card.
- (9) Electronic funds transfer.
- (10) Any other financial instrument authorized by the commission.

(c) If there is a charge to the commission for the use of a financial instrument, the commission may collect a sum equal to the amount of the charge from the person who uses the financial



instrument.

(d) A procedure authorized for a particular type of payment must be uniformly applied to all payments of the same type.

(e) The commission may contract with a bank card or credit card vendor for acceptance of bank cards or credit cards. However, if there is a vendor transaction charge or discount fee, whether billed to the commission or charged directly to the commission's account, the commission may collect from the person using the card:

(1) an official fee that may not exceed the transaction charge or discount fee charged to the commission by bank or credit card vendors; or

(2) a reasonable convenience fee:

(A) that may not exceed three dollars (\$3); and

(B) that must be uniform regardless of the bank card or credit card used.

The fees described in subdivisions (1) and (2) may be collected regardless of retail merchant agreements between the bank and credit card vendors that may prohibit such fees. These fees are permitted additional charges under IC 24-4.5-3-202.

(f) The commission may pay any applicable bank card or credit card service charge associated with the use of a bank card or credit card under this section.

SECTION 4. IC 7.1-3-3-5, AS AMENDED BY P.L.94-2008, SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 5. (a) The holder of a beer wholesaler's permit may purchase and import from the primary source of supply, possess, and sell at wholesale, beer and flavored malt beverages manufactured within or without this state.

(b) A beer wholesaler permittee may possess, transport, sell, and deliver beer to:

(1) another beer wholesaler authorized by the brewer to sell the brand purchased;

(2) an employee; ~~or~~

(3) a holder of a beer retailer's permit, beer dealer's permit, temporary beer permit, dining car permit, boat permit, airplane permit, or supplemental caterer's permit; and

(4) a qualified organization for:

(A) an allowable event to which IC 7.1-3-6.1 applies; or

(B) a charity auction to which IC 7.1-3-6.2 applies;

located within this state. The sale, ~~donation to a qualified organization~~, transportation, and delivery of beer shall be made only



from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery.

(c) The beer wholesaler's bona fide regular employees may purchase beer from the wholesaler in:

(1) bottles, cans, or any other type of permissible containers in an amount not to exceed forty-eight (48) pints; or

(2) one (1) keg;

at any one (1) time.

(d) The importation, transportation, possession, sale, and delivery of beer shall be subject to the rules of the commission and subject to the same restrictions provided in this title for a person holding a brewer's permit.

(e) The holder of a beer wholesaler's permit may purchase, import, possess, transport, sell, and deliver any commodity listed in IC 7.1-3-10-5, unless prohibited by this title. However, a beer wholesaler may deliver flavored malt beverages only to the holder of one (1) of the following permits:

(1) A beer wholesaler or wine wholesaler permit, if the wholesaler is authorized by the primary source of supply to sell the brand of flavored malt beverage purchased.

(2) A wine retailer's permit, wine dealer's permit, temporary wine permit, dining car wine permit, boat permit, airplane permit, or supplemental caterer's permit.

(f) A beer wholesaler may:

(1) store beer for an out-of-state brewer described in IC 7.1-3-2-9 and deliver the stored beer to another beer wholesaler that the out-of-state brewer authorizes to sell the beer;

(2) perform all necessary accounting and auditing functions associated with the services described in subdivision (1); and

(3) receive a fee from an out-of-state brewer for the services described in subdivisions (1) through (2).

SECTION 5. IC 7.1-3-6-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 5. ~~Scope of Permit.~~ The holder of a temporary beer permit shall be entitled to purchase and receive beer on any day of the year, only from a person who holds a brewer's permit, a beer wholesaler's permit, or a beer dealer's permit at their respective places of business. A lawful supplier may sell and deliver beer to a temporary beer permit holder on any day of the year at his place of business. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** the holder of a temporary beer permit shall be entitled to sell beer only for consumption on the licensed premises, and shall be subject to the same restrictions as apply to the sale of beer by the



holder of a beer retailer's permit. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8**, a temporary beer permittee shall not be entitled to sell at wholesale or for carry-out from the licensed premises.

SECTION 6. IC 7.1-3-6.1 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]:

Chapter 6.1. Charity Gaming Prizes

Sec. 1. As used in this chapter, "allowable event" has the meaning set forth in IC 4-32.2-2-2.

Sec. 2. As used in this chapter, "qualified organization" has the meaning set forth in IC 4-32.2-2-24.

Sec. 3. A qualified organization that holds a license under IC 4-32.2-4 may give an alcoholic beverage as a prize at an allowable event without obtaining an alcoholic beverage permit under this title.

Sec. 4. A qualified organization may give away as a prize for an allowable event an alcoholic beverage that is:

- (1) purchased by or donated to the qualified organization by a permittee or person described in section 5 of this chapter;
- (2) in sealed bottles or cases; and
- (3) provided for consumption off the premises only.

Sec. 5. A qualified organization may:

- (1) purchase or receive donations of alcoholic beverages in sealed bottles or cases from:
 - (A) a wholesaler permittee;
 - (B) a dealer permittee;
 - (C) a farm winery permittee;
 - (D) a brewer permittee for a brewery that manufactures not more than thirty thousand (30,000) barrels of beer in a calendar year for sale or distribution within Indiana; or
 - (E) an artisan distiller permittee; and
- (2) receive donations of alcoholic beverages in sealed bottles or cases from persons who are not permittees.

Sec. 6. (a) An individual must be present at the allowable event in order to win an alcoholic beverage prize. The prize winner must be given the alcoholic beverage prize in person by an individual designated by the qualified organization.

(b) The individual designated by the qualified organization to give away an alcoholic beverage prize must meet the following requirements:

- (1) The individual must be at least twenty-one (21) years of age.



(2) The individual must successfully complete an alcohol server training program approved by the commission under IC 7.1-3-1.5. However, the individual may not be required to obtain an employee's permit under IC 7.1-3-18-9 or a temporary bartender's permit under IC 7.1-3-18-11 to award a prize at an allowable event.

(c) When giving away an alcoholic beverage prize, the individual designated by the qualified organization shall comply with IC 7.1-5-10-15, IC 7.1-5-10-23, and any other provision of this title that applies to the furnishing of alcoholic beverages for consumption off the premises.

Sec. 7. An allowable event to which this chapter applies may be conducted on premises that are not licensed under this title for the sale of alcoholic beverages.

Sec. 8. An alcoholic beverage given away as a prize by a qualified organization at an allowable event under this chapter may be carried out in a closed and sealed container.

SECTION 7. IC 7.1-3-6.2 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]:

Chapter 6.2. Charity Auctions

Sec. 1. As used in this chapter, "qualified organization" has the meaning set forth in IC 4-32.2-2-24.

Sec. 2. A qualified organization may sell an alcoholic beverage at auction as provided under this chapter without obtaining an alcoholic beverage permit under this title.

Sec. 3. A qualified organization may sell at auction an alcoholic beverage that is:

- (1) purchased from or received as a donation from a permittee or person described in section 5 of this chapter;
- (2) in sealed bottles or cases; and
- (3) for consumption off the premises only.

Sec. 4. All sale proceeds of each auctioned alcoholic beverage must be used to support the institutional activities of the qualified organization.

Sec. 5. A qualified organization may auction alcoholic beverages that are purchased by or donated to the qualified organization in sealed bottles or cases from:

- (1) a wholesaler permittee;
- (2) a dealer permittee;
- (3) a farm winery permittee;
- (4) a brewer permittee for a brewery that manufactures not



more than thirty thousand (30,000) barrels of beer in a calendar year for sale or distribution within Indiana;

(5) an artisan distiller permittee; or

(6) a person who is not a permittee.

Sec. 6. (a) An individual must be present in order to bid on and purchase an alcoholic beverage at auction. The successful bidder must be given the alcoholic beverage in person by an individual designated by the qualified organization.

(b) The individual designated by the qualified organization to give away an alcoholic beverage purchased at the auction must meet the following requirements:

(1) The individual must be at least twenty-one (21) years of age.

(2) The individual must successfully complete an alcohol server training program approved by the commission under IC 7.1-3-1.5. However, the individual may not be required to obtain an employee's permit under IC 7.1-3-18-9 or a temporary bartender's permit under IC 7.1-3-18-11 to give away an alcoholic beverage purchased at the auction.

(c) When giving away an alcoholic beverage purchased at the auction, the individual designated by the qualified organization shall comply with IC 7.1-5-10-15, IC 7.1-5-10-23, and any other provision of this title that applies to the furnishing of alcoholic beverages for consumption off the premises.

Sec. 7. A charity auction to which this chapter applies may be conducted on premises that are not licensed under this title for the sale of alcoholic beverages.

Sec. 8. An alcoholic beverage purchased at a charity auction under this chapter may be carried out in a closed and sealed container.

SECTION 8. IC 7.1-3-8-3, AS AMENDED BY P.L.109-2013, SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. (a) The holder of a liquor wholesaler's permit shall be entitled to sell liquor at wholesale.

(b) A liquor wholesaler shall be entitled to purchase liquor within this state from a person who holds an artisan distiller's permit, a distiller's permit, a rectifier's permit, or a liquor wholesaler's permit. A liquor wholesaler also may purchase liquor outside this state from the primary source of supply and, from that source, may transport and import liquor into this state.

(c) A liquor wholesaler may sell, transport, and deliver liquor only to a person who, under this title, holds a:



- (1) liquor retailer's permit;
- (2) supplemental caterer's permit;
- (3) liquor dealer's permit; or
- (4) liquor wholesaler's permit.

A liquor wholesaler may sell, donate, transport, and deliver liquor to a qualified organization for an allowable event to which IC 7.1-3-6.1 applies or charity auction to which IC 7.1-3-6.2 applies. The sale, transportation, **donation to a qualified organization**, and delivery of liquor shall be made only from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery, and only in permissible containers and is subject to the rules of the commission fixing the quantity which may be sold or delivered at any one (1) time.

(d) A liquor wholesaler's bona fide regular employees may purchase liquor from the wholesaler in an amount not to exceed eighteen (18) liters.

SECTION 9. IC 7.1-3-9.5-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. ~~Scope of Permit.~~ The holder of a supplemental caterer's permit is entitled to purchase alcoholic beverages only from a permittee entitled to sell to him under this title. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** the holder of a supplemental caterer's permit is entitled to sell alcoholic beverages only for on premise consumption at those locations approved by the commission and at times lawful under his retailers' permits. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** the holder of a supplemental caterer's permit is not entitled to sell alcoholic beverages at wholesale, nor for carry-out or at-home delivery.

SECTION 10. IC 7.1-3-13-3, AS AMENDED BY P.L.165-2006, SECTION 25, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. (a) The holder of a wine wholesaler's permit may purchase, import, and transport wine, brandy, or flavored malt beverage from the primary source of supply. A wine wholesaler may export and transport wine, brandy, or flavored malt beverage by the bottle, barrel, cask, or other container, to points outside Indiana. A wine wholesaler is entitled to sell, furnish, and deliver wine or flavored malt beverage from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery to a wine wholesaler, a wine retailer, a supplemental caterer, a temporary wine permittee, and a wine dealer, but not at retail. A wine wholesaler may sell, furnish, and deliver brandy from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery, but not at retail, only to a person who holds a liquor retailer's permit,



a supplemental caterer's permit, or a liquor dealer's permit. A holder of a wine wholesaler's permit may sell wine to the wine wholesaler's bona fide regular employees. **A wine wholesaler may sell, donate, and deliver wine or flavored malt beverage from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery to a qualified organization that is conducting an allowable event to which IC 7.1-3-6.1 applies or a charity auction to which IC 7.1-3-6.2 applies.**

(b) As used in this section, "brandy" means:

(1) any alcoholic distillate described in 27 CFR 5.22(d) as in effect on January 1, 1983; or

(2) a beverage product that:

(A) is prepared from a liquid described in subdivision (1);

(B) is classified as a cordial or liqueur as defined in 27 CFR 5.22(h) as in effect on January 1, 1997; and

(C) meets the following requirements:

(i) At least sixty-six and two-thirds percent (66 2/3%) of the product's alcohol content is composed of a substance described in subdivision (1).

(ii) The product's label makes no reference to any distilled spirit other than brandy.

(iii) The product's alcohol content is not less than sixteen percent (16%) by volume or thirty-two (32) degrees proof.

(iv) The product contains dairy cream.

(v) The product's sugar, dextrose, or levulose content is at least twenty percent (20%) of the product's weight.

(vi) The product contains caramel coloring.

(c) Nothing in this section allows a wine wholesaler to sell, give, purchase, transport, or export beer (as defined in IC 7.1-1-3-6) unless the wine wholesaler also holds a beer wholesaler's permit under IC 7.1-3-3-1.

(d) A wine wholesaler that also holds a liquor wholesaler's permit under IC 7.1-3-8 may not:

(1) hold a beer wholesaler's permit under IC 7.1-3-3;

(2) possess, sell, or transport beer; or

(3) sell more than one million (1,000,000) gallons of flavored malt beverage during a calendar year.

SECTION 11. IC 7.1-3-16-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 9. ~~Scope of Permit.~~ The holder of a temporary wine permit shall be entitled to purchase and receive wine on any day of the year, only from a lawful supplier under this title at his place of business. A lawful supplier may sell and deliver



1 wine to a temporary wine permit holder on any day of the year at his
 2 place of business. **Except as provided in IC 7.1-3-6.1-8 and**
 3 **IC 7.1-3-6.2-8**, the holder of a temporary wine permit shall be entitled
 4 to sell wine only for consumption on the licensed premises, and shall
 5 be subject to the same restrictions as apply to the sale of beer by the
 6 holder of a temporary beer permit. **Except as provided in**
 7 **IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8**, a temporary wine permittee shall
 8 not be entitled to sell at ~~wholesale~~ **wholesale** nor for carry-out from the
 9 licensed premises.

10 SECTION 12. IC 7.1-5-7-11, AS AMENDED BY P.L.10-2010,
 11 SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 12 JULY 1, 2015]: Sec. 11. (a) The provisions of sections 9 and 10 of this
 13 chapter shall not apply if the public place involved is one (1) of the
 14 following:

- 15 (1) Civic center.
- 16 (2) Convention center.
- 17 (3) Sports arena.
- 18 (4) Bowling center.
- 19 (5) Bona fide club.
- 20 (6) Drug store.
- 21 (7) Grocery store.
- 22 (8) Boat.
- 23 (9) Dining car.
- 24 (10) Pullman car.
- 25 (11) Club car.
- 26 (12) Passenger airplane.
- 27 (13) Horse racetrack facility holding a recognized meeting permit
- 28 under IC 4-31-5.
- 29 (14) Satellite facility (as defined in IC 4-31-2-20.5).
- 30 (15) Catering hall under IC 7.1-3-20-24 that is not open to the
- 31 public.
- 32 (16) That part of a hotel or restaurant which is separate from a
- 33 room in which is located a bar over which alcoholic beverages are
- 34 sold or dispensed by the drink.
- 35 (17) Entertainment complex.
- 36 (18) Indoor golf facility.
- 37 (19) A recreational facility such as a golf course, bowling center,
- 38 or similar facility that has the recreational activity and not the sale
- 39 of food and beverages as the principal purpose or function of the
- 40 person's business.
- 41 (20) A licensed premises owned or operated by a postsecondary
- 42 educational institution described in IC 21-17-6-1.



(21) An automobile racetrack.

(22) An indoor theater under IC 7.1-3-20-26.

(23) The location of an allowable event to which IC 7.1-3-6.1 applies.

(24) The location of a charity auction to which IC 7.1-3-6.2 applies.

(b) For the purpose of this subsection, "food" means meals prepared on the licensed premises. It is lawful for a minor to be on licensed premises in a room in which is located a bar over which alcoholic beverages are sold or dispensed by the drink if all the following conditions are met:

(1) The minor is eighteen (18) years of age or older.

(2) The minor is in the company of a parent, guardian, or family member who is twenty-one (21) years of age or older.

(3) The purpose for being on the licensed premises is the consumption of food and not the consumption of alcoholic beverages.

SECTION 13. IC 7.1-5-8-4, AS AMENDED BY P.L.159-2014, SECTION 54, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 4. (a) It is a Class B misdemeanor for a person who owns or operates a private or public restaurant or place of public or private entertainment to knowingly or intentionally permit another person to come into the establishment with an alcoholic beverage for sale or gift, or for consumption in the establishment by that person or another, or to serve a setup to a person who comes into the establishment. However, the provisions of this section do not apply to the following:

(1) A private room hired by a guest of a bona fide club or hotel that holds a retail permit.

(2) A facility that is used in connection with the operation of a paved track that is used primarily in the sport of auto racing.

(3) An outdoor place of public entertainment that:

(A) has an area of at least four (4) acres and not more than six (6) acres;

(B) is located within one (1) mile of the White River;

(C) is owned and operated by a nonprofit corporation exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code; and

(D) is used primarily in connection with live music concerts.

(b) An establishment operated in violation of this section is declared to be a public nuisance and subject to abatement as other public nuisances are abated under the provisions of this title.



1 (c) This section does not apply to a person who owns or operates
2 a private or public restaurant or place of public or private
3 entertainment where a qualified organization is conducting:

4 (1) an allowable event to which IC 7.1-3-6.1 applies, and the
5 alcoholic beverage brought into the establishment is:

6 (A) in sealed bottles or cases; and

7 (B) donated to or purchased by the qualified organization
8 to be offered as a prize in the allowable event; or

9 (2) a charity auction to which IC 7.1-3-6.2 applies, and the
10 alcoholic beverage brought into the establishment is:

11 (A) in sealed bottles or cases; and

12 (B) donated to or purchased by the qualified organization
13 to be offered for sale in the charity auction.

14 SECTION 14. IC 7.1-5-8-6, AS AMENDED BY P.L.94-2008,
15 SECTION 56, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
16 JULY 1, 2015]: Sec. 6. (a) It is a Class C misdemeanor for a person to
17 knowingly carry liquor into a restaurant or place of public
18 entertainment for the purpose of consuming it, displaying it, or selling,
19 furnishing, or giving it away to another person on the premises, or for
20 the purpose of having it served to himself or another person, then and
21 there. It is a Class C misdemeanor to knowingly consume liquor
22 brought into a public establishment in violation of this section.

23 (b) This section does not apply to a person at an outdoor place of
24 public entertainment that:

25 (1) has an area of at least four (4) acres and not more than six (6)
26 acres;

27 (2) is located within one (1) mile of the White River;

28 (3) is owned and operated by a nonprofit corporation exempt from
29 federal income taxation under Section 501(c)(3) of the Internal
30 Revenue Code; and

31 (4) is used primarily in connection with live music concerts.

32 (c) This section does not apply to a person who carries liquor
33 into a restaurant or place of public entertainment where a
34 qualified organization is conducting:

35 (1) an allowable event to which IC 7.1-3-6.1 applies, and the
36 liquor brought into the establishment is:

37 (A) in sealed bottles or cases; and

38 (B) donated to or purchased by the qualified organization
39 to be offered as a prize in the allowable event; or

40 (2) a charity auction to which IC 7.1-3-6.2 applies, and the
41 liquor brought into the establishment is:

42 (A) in sealed bottles or cases; and



- 1 (B) donated to or purchased by the qualified organization
- 2 to be offered for sale in the charity auction.



COMMITTEE REPORT

Mr. Speaker: Your Committee on Public Policy, to which was referred House Bill 1435, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 2, line 8, delete "sale or" and insert "sale,".

Page 4, between lines 9 and 10, begin a new paragraph and insert:

"Sec. 8. Notwithstanding IC 7.1-3-6-5, IC 7.1-3-16-9, and IC 7.1-3-9.5-3, an alcoholic beverage prize given away at an allowable event at a licensed premises may be carried out in a closed and sealed container."

Page 5, line 2, after "must" insert **"be at least twenty-one (21) years of age."**

Page 5, delete lines 3 through 11.

Page 5, line 18, after "auctions" insert **"with alcoholic beverages as an auction item"**.

Page 5, between lines 21 and 22, begin a new paragraph and insert:

"Sec. 7. Notwithstanding IC 7.1-3-6-5, IC 7.1-3-16-9, and IC 7.1-3-9.5-3, an alcoholic beverage item auctioned at a charity event at a licensed premises may be carried out in a closed and sealed container."

and when so amended that said bill do pass.

(Reference is to HB 1435 as introduced.)

DERMODY

Committee Vote: yeas 12, nays 1.

 HOUSE MOTION

Mr. Speaker: I move that House Bill 1435 be amended to read as follows:

Page 4, line 12, delete "in a" and insert **"in sealed bottles or cases."**

Page 4, delete line 13.

Page 5, line 21, delete "a closed and" and insert **"sealed bottles or cases."**

Page 5, delete line 22.

(Reference is to HB 1435 as printed February 6, 2015.)

OLTHOFF

EH 1435—LS 6758/DI 87



COMMITTEE REPORT

Madam President: The Senate Committee on Public Policy, to which was referred House Bill No. 1435, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 1, line 4, delete "in" and insert "at".

Page 1, delete lines 6 through 15, begin a new paragraph and insert:

"SECTION 2. IC 7.1-3-1-13 IS REPEALED [EFFECTIVE JULY 1, 2015]. Sec. 13. A person may make a payment to the commission:

- (1) in cash;
- (2) by a valid postal money order of the United States;
- (3) by certified check;
- (4) by cashier's check;
- (5) by check drawn on the bank deposit of a business;
- (6) by bank draft;
- (7) by money order;
- (8) by credit card, debit card, charge card, or similar method; or
- (9) if approved by the commission, by an electronic funds transfer (as defined in IC 4-8.1-2-7).

However, payment made by one (1) of the methods listed in subdivisions (3) through (6) must be of or drawn upon a solvent bank or trust company. However, if a payment is made by bank draft, check, cashier's check, or money order, the liability is not finally discharged and the person has not paid the obligation until the draft, check, or money order has been honored by the institution on which it is drawn. If the payment is made by credit card, debit card, charge card, or similar method, the liability is not finally discharged and the person has not paid the liability until the commission receives payment or credit from the institution responsible for making the payment or credit. The commission may contract with a bank or credit card vendor for acceptance of bank or credit cards. However, if there is a vendor transaction charge or discount fee, whether billed to the commission or charged directly to the commission's account, the commission or credit card vendor may collect from the person using the bank or credit card a fee. The fee is a permitted additional charge under IC 24-4.5-3-202.

SECTION 3. IC 7.1-3-1-13.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 13.5. (a) As used in this section, "credit card" means a:

- (1) credit card;
- (2) debit card;



- (3) charge card; or
- (4) stored value card.

(b) The commission shall accept a payment to the commission for any purpose by any of the following financial instruments:

- (1) Cash.
- (2) Certified check.
- (3) Cashier's check.
- (4) Check drawn on the bank deposit of a business.
- (5) Valid postal money order of the United States.
- (6) Bank draft.
- (7) Money order.
- (8) Bank card or credit card.
- (9) Electronic funds transfer.
- (10) Any other financial instrument authorized by the commission.

(c) If there is a charge to the commission for the use of a financial instrument, the commission may collect a sum equal to the amount of the charge from the person who uses the financial instrument.

(d) A procedure authorized for a particular type of payment must be uniformly applied to all payments of the same type.

(e) The commission may contract with a bank card or credit card vendor for acceptance of bank cards or credit cards. However, if there is a vendor transaction charge or discount fee, whether billed to the commission or charged directly to the commission's account, the commission may collect from the person using the card:

- (1) an official fee that may not exceed the transaction charge or discount fee charged to the commission by bank or credit card vendors; or
- (2) a reasonable convenience fee:
 - (A) that may not exceed three dollars (\$3); and
 - (B) that must be uniform regardless of the bank card or credit card used.

The fees described in subdivisions (1) and (2) may be collected regardless of retail merchant agreements between the bank and credit card vendors that may prohibit such fees. These fees are permitted additional charges under IC 24-4.5-3-202.

(f) The commission may pay any applicable bank card or credit card service charge associated with the use of a bank card or credit card under this section.

SECTION 4. IC 7.1-3-3-5, AS AMENDED BY P.L.94-2008,



SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 5. (a) The holder of a beer wholesaler's permit may purchase and import from the primary source of supply, possess, and sell at wholesale, beer and flavored malt beverages manufactured within or without this state.

(b) A beer wholesaler permittee may possess, transport, sell, and deliver beer to:

- (1) another beer wholesaler authorized by the brewer to sell the brand purchased;
- (2) an employee; ~~or~~
- (3) a holder of a beer retailer's permit, beer dealer's permit, temporary beer permit, dining car permit, boat permit, airplane permit, or supplemental caterer's permit; **and**
- (4) a qualified organization for:**

(A) an allowable event to which IC 7.1-3-6.1 applies; or

(B) a charity auction to which IC 7.1-3-6.2 applies;

located within this state. The sale, **donation to a qualified organization**, transportation, and delivery of beer shall be made only from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery.

(c) The beer wholesaler's bona fide regular employees may purchase beer from the wholesaler in:

- (1) bottles, cans, or any other type of permissible containers in an amount not to exceed forty-eight (48) pints; or
- (2) one (1) keg;

at any one (1) time.

(d) The importation, transportation, possession, sale, and delivery of beer shall be subject to the rules of the commission and subject to the same restrictions provided in this title for a person holding a brewer's permit.

(e) The holder of a beer wholesaler's permit may purchase, import, possess, transport, sell, and deliver any commodity listed in IC 7.1-3-10-5, unless prohibited by this title. However, a beer wholesaler may deliver flavored malt beverages only to the holder of one (1) of the following permits:

- (1) A beer wholesaler or wine wholesaler permit, if the wholesaler is authorized by the primary source of supply to sell the brand of flavored malt beverage purchased.
- (2) A wine retailer's permit, wine dealer's permit, temporary wine permit, dining car wine permit, boat permit, airplane permit, or supplemental caterer's permit.

(f) A beer wholesaler may:



- (1) store beer for an out-of-state brewer described in IC 7.1-3-2-9 and deliver the stored beer to another beer wholesaler that the out-of-state brewer authorizes to sell the beer;
- (2) perform all necessary accounting and auditing functions associated with the services described in subdivision (1); and
- (3) receive a fee from an out-of-state brewer for the services described in subdivisions (1) through (2).

SECTION 5. IC 7.1-3-6-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 5. ~~Scope of Permit.~~ The holder of a temporary beer permit shall be entitled to purchase and receive beer on any day of the year, only from a person who holds a brewer's permit, a beer wholesaler's permit, or a beer dealer's permit at their respective places of business. A lawful supplier may sell and deliver beer to a temporary beer permit holder on any day of the year at his place of business. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** the holder of a temporary beer permit shall be entitled to sell beer only for consumption on the licensed premises, and shall be subject to the same restrictions as apply to the sale of beer by the holder of a beer retailer's permit. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** a temporary beer permittee shall not be entitled to sell at wholesale or for carry-out from the licensed premises.

SECTION 6. IC 7.1-3-6.1 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]:

Chapter 6.1. Charity Gaming Prizes

Sec. 1. As used in this chapter, "allowable event" has the meaning set forth in IC 4-32.2-2-2.

Sec. 2. As used in this chapter, "qualified organization" has the meaning set forth in IC 4-32.2-2-24.

Sec. 3. A qualified organization that holds a license under IC 4-32.2-4 may give an alcoholic beverage as a prize at an allowable event without obtaining an alcoholic beverage permit under this title.

Sec. 4. A qualified organization may give away as a prize for an allowable event an alcoholic beverage that is:

- (1) purchased by or donated to the qualified organization by a permittee or person described in section 5 of this chapter;
- (2) in sealed bottles or cases; and
- (3) provided for consumption off the premises only.

Sec. 5. A qualified organization may:

- (1) purchase or receive donations of alcoholic beverages in sealed bottles or cases from:



- (A) a wholesaler permittee;
 - (B) a dealer permittee;
 - (C) a farm winery permittee;
 - (D) a brewer permittee for a brewery that manufactures not more than thirty thousand (30,000) barrels of beer in a calendar year for sale or distribution within Indiana; or
 - (E) an artisan distiller permittee; and
- (2) receive donations of alcoholic beverages in sealed bottles or cases from persons who are not permittees.

Sec. 6. (a) An individual must be present at the allowable event in order to win an alcoholic beverage prize. The prize winner must be given the alcoholic beverage prize in person by an individual designated by the qualified organization.

(b) The individual designated by the qualified organization to give away an alcoholic beverage prize must meet the following requirements:

- (1) The individual must be at least twenty-one (21) years of age.
- (2) The individual must successfully complete an alcohol server training program approved by the commission under IC 7.1-3-1.5. However, the individual may not be required to obtain an employee's permit under IC 7.1-3-18-9 or a temporary bartender's permit under IC 7.1-3-18-11 to award a prize at an allowable event.

(c) When giving away an alcoholic beverage prize, the individual designated by the qualified organization shall comply with IC 7.1-5-10-15, IC 7.1-5-10-23, and any other provision of this title that applies to the furnishing of alcoholic beverages for consumption off the premises.

Sec. 7. An allowable event to which this chapter applies may be conducted on premises that are not licensed under this title for the sale of alcoholic beverages.

Sec. 8. An alcoholic beverage given away as a prize by a qualified organization at an allowable event under this chapter may be carried out in a closed and sealed container.

SECTION 7. IC 7.1-3-6.2 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]:

Chapter 6.2. Charity Auctions

Sec. 1. As used in this chapter, "qualified organization" has the meaning set forth in IC 4-32.2-2-24.

Sec. 2. A qualified organization may sell an alcoholic beverage



at auction as provided under this chapter without obtaining an alcoholic beverage permit under this title.

Sec. 3. A qualified organization may sell at auction an alcoholic beverage that is:

- (1) purchased from or received as a donation from a permittee or person described in section 5 of this chapter;
- (2) in sealed bottles or cases; and
- (3) for consumption off the premises only.

Sec. 4. All sale proceeds of each auctioned alcoholic beverage must be used to support the institutional activities of the qualified organization.

Sec. 5. A qualified organization may auction alcoholic beverages that are purchased by or donated to the qualified organization in sealed bottles or cases from:

- (1) a wholesaler permittee;
- (2) a dealer permittee;
- (3) a farm winery permittee;
- (4) a brewer permittee for a brewery that manufactures not more than thirty thousand (30,000) barrels of beer in a calendar year for sale or distribution within Indiana;
- (5) an artisan distiller permittee; or
- (6) a person who is not a permittee.

Sec. 6. (a) An individual must be present in order to bid on and purchase an alcoholic beverage at auction. The successful bidder must be given the alcoholic beverage in person by an individual designated by the qualified organization.

(b) The individual designated by the qualified organization to give away an alcoholic beverage purchased at the auction must meet the following requirements:

- (1) The individual must be at least twenty-one (21) years of age.
- (2) The individual must successfully complete an alcohol server training program approved by the commission under IC 7.1-3-1.5. However, the individual may not be required to obtain an employee's permit under IC 7.1-3-18-9 or a temporary bartender's permit under IC 7.1-3-18-11 to give away an alcoholic beverage purchased at the auction.

(c) When giving away an alcoholic beverage purchased at the auction, the individual designated by the qualified organization shall comply with IC 7.1-5-10-15, IC 7.1-5-10-23, and any other provision of this title that applies to the furnishing of alcoholic beverages for consumption off the premises.



Sec. 7. A charity auction to which this chapter applies may be conducted on premises that are not licensed under this title for the sale of alcoholic beverages.

Sec. 8. An alcoholic beverage purchased at a charity auction under this chapter may be carried out in a closed and sealed container.

SECTION 8. IC 7.1-3-8-3, AS AMENDED BY P.L.109-2013, SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. (a) The holder of a liquor wholesaler's permit shall be entitled to sell liquor at wholesale.

(b) A liquor wholesaler shall be entitled to purchase liquor within this state from a person who holds an artisan distiller's permit, a distiller's permit, a rectifier's permit, or a liquor wholesaler's permit. A liquor wholesaler also may purchase liquor outside this state from the primary source of supply and, from that source, may transport and import liquor into this state.

(c) A liquor wholesaler may sell, transport, and deliver liquor only to a person who, under this title, holds a:

- (1) liquor retailer's permit;
- (2) supplemental caterer's permit;
- (3) liquor dealer's permit; or
- (4) liquor wholesaler's permit.

A liquor wholesaler may sell, donate, transport, and deliver liquor to a qualified organization for an allowable event to which IC 7.1-3-6.1 applies or charity auction to which IC 7.1-3-6.2 applies. The sale, transportation, **donation to a qualified organization**, and delivery of liquor shall be made only from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery, and only in permissible containers and is subject to the rules of the commission fixing the quantity which may be sold or delivered at any one (1) time.

(d) A liquor wholesaler's bona fide regular employees may purchase liquor from the wholesaler in an amount not to exceed eighteen (18) liters.

SECTION 9. IC 7.1-3-9.5-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. ~~Scope of Permit.~~ The holder of a supplemental caterer's permit is entitled to purchase alcoholic beverages only from a permittee entitled to sell to him under this title. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** the holder of a supplemental caterer's permit is entitled to sell alcoholic beverages only for on premise consumption at those locations approved by the commission and at times lawful under his retailers' permits.



Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8, the holder of a supplemental caterer's permit is not entitled to sell alcoholic beverages at wholesale, nor for carry-out or at-home delivery.

SECTION 10. IC 7.1-3-13-3, AS AMENDED BY P.L.165-2006, SECTION 25, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. (a) The holder of a wine wholesaler's permit may purchase, import, and transport wine, brandy, or flavored malt beverage from the primary source of supply. A wine wholesaler may export and transport wine, brandy, or flavored malt beverage by the bottle, barrel, cask, or other container, to points outside Indiana. A wine wholesaler is entitled to sell, furnish, and deliver wine or flavored malt beverage from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery to a wine wholesaler, a wine retailer, a supplemental caterer, a temporary wine permittee, and a wine dealer, but not at retail. A wine wholesaler may sell, furnish, and deliver brandy from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery, but not at retail, only to a person who holds a liquor retailer's permit, a supplemental caterer's permit, or a liquor dealer's permit. A holder of a wine wholesaler's permit may sell wine to the wine wholesaler's bona fide regular employees. **A wine wholesaler may sell, donate, and deliver wine or flavored malt beverage from inventory that has been located on the wholesaler's premises before the time of invoicing and delivery to a qualified organization that is conducting an allowable event to which IC 7.1-3-6.1 applies or a charity auction to which IC 7.1-3-6.2 applies.**

(b) As used in this section, "brandy" means:

- (1) any alcoholic distillate described in 27 CFR 5.22(d) as in effect on January 1, 1983; or
- (2) a beverage product that:
 - (A) is prepared from a liquid described in subdivision (1);
 - (B) is classified as a cordial or liqueur as defined in 27 CFR 5.22(h) as in effect on January 1, 1997; and
 - (C) meets the following requirements:
 - (i) At least sixty-six and two-thirds percent (66 2/3%) of the product's alcohol content is composed of a substance described in subdivision (1).
 - (ii) The product's label makes no reference to any distilled spirit other than brandy.
 - (iii) The product's alcohol content is not less than sixteen percent (16%) by volume or thirty-two (32) degrees proof.
 - (iv) The product contains dairy cream.



(v) The product's sugar, dextrose, or levulose content is at least twenty percent (20%) of the product's weight.

(vi) The product contains caramel coloring.

(c) Nothing in this section allows a wine wholesaler to sell, give, purchase, transport, or export beer (as defined in IC 7.1-1-3-6) unless the wine wholesaler also holds a beer wholesaler's permit under IC 7.1-3-3-1.

(d) A wine wholesaler that also holds a liquor wholesaler's permit under IC 7.1-3-8 may not:

- (1) hold a beer wholesaler's permit under IC 7.1-3-3;
- (2) possess, sell, or transport beer; or
- (3) sell more than one million (1,000,000) gallons of flavored malt beverage during a calendar year.

SECTION 11. IC 7.1-3-16-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 9. ~~Scope of Permit.~~ The holder of a temporary wine permit shall be entitled to purchase and receive wine on any day of the year, only from a lawful supplier under this title at his place of business. A lawful supplier may sell and deliver wine to a temporary wine permit holder on any day of the year at his place of business. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** the holder of a temporary wine permit shall be entitled to sell wine only for consumption on the licensed premises, and shall be subject to the same restrictions as apply to the sale of beer by the holder of a temporary beer permit. **Except as provided in IC 7.1-3-6.1-8 and IC 7.1-3-6.2-8,** a temporary wine permittee shall not be entitled to sell at ~~wholesale~~ **wholesale** nor for carry-out from the licensed premises.

SECTION 12. IC 7.1-5-7-11, AS AMENDED BY P.L.10-2010, SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 11. (a) The provisions of sections 9 and 10 of this chapter shall not apply if the public place involved is one (1) of the following:

- (1) Civic center.
- (2) Convention center.
- (3) Sports arena.
- (4) Bowling center.
- (5) Bona fide club.
- (6) Drug store.
- (7) Grocery store.
- (8) Boat.
- (9) Dining car.
- (10) Pullman car.



- (11) Club car.
- (12) Passenger airplane.
- (13) Horse racetrack facility holding a recognized meeting permit under IC 4-31-5.
- (14) Satellite facility (as defined in IC 4-31-2-20.5).
- (15) Catering hall under IC 7.1-3-20-24 that is not open to the public.
- (16) That part of a hotel or restaurant which is separate from a room in which is located a bar over which alcoholic beverages are sold or dispensed by the drink.
- (17) Entertainment complex.
- (18) Indoor golf facility.
- (19) A recreational facility such as a golf course, bowling center, or similar facility that has the recreational activity and not the sale of food and beverages as the principal purpose or function of the person's business.
- (20) A licensed premises owned or operated by a postsecondary educational institution described in IC 21-17-6-1.
- (21) An automobile racetrack.
- (22) An indoor theater under IC 7.1-3-20-26.

(23) The location of an allowable event to which IC 7.1-3-6.1 applies.

(24) The location of a charity auction to which IC 7.1-3-6.2 applies.

(b) For the purpose of this subsection, "food" means meals prepared on the licensed premises. It is lawful for a minor to be on licensed premises in a room in which is located a bar over which alcoholic beverages are sold or dispensed by the drink if all the following conditions are met:

- (1) The minor is eighteen (18) years of age or older.
- (2) The minor is in the company of a parent, guardian, or family member who is twenty-one (21) years of age or older.
- (3) The purpose for being on the licensed premises is the consumption of food and not the consumption of alcoholic beverages.

SECTION 13. IC 7.1-5-8-4, AS AMENDED BY P.L.159-2014, SECTION 54, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 4. (a) It is a Class B misdemeanor for a person who owns or operates a private or public restaurant or place of public or private entertainment to knowingly or intentionally permit another person to come into the establishment with an alcoholic beverage for sale or gift, or for consumption in the establishment by that person or



another, or to serve a setup to a person who comes into the establishment. However, the provisions of this section do not apply to the following:

- (1) A private room hired by a guest of a bona fide club or hotel that holds a retail permit.
- (2) A facility that is used in connection with the operation of a paved track that is used primarily in the sport of auto racing.
- (3) An outdoor place of public entertainment that:
 - (A) has an area of at least four (4) acres and not more than six (6) acres;
 - (B) is located within one (1) mile of the White River;
 - (C) is owned and operated by a nonprofit corporation exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code; and
 - (D) is used primarily in connection with live music concerts.

(b) An establishment operated in violation of this section is declared to be a public nuisance and subject to abatement as other public nuisances are abated under the provisions of this title.

(c) This section does not apply to a person who owns or operates a private or public restaurant or place of public or private entertainment where a qualified organization is conducting:

- (1) an allowable event to which IC 7.1-3-6.1 applies, and the alcoholic beverage brought into the establishment is:**
 - (A) in sealed bottles or cases; and**
 - (B) donated to or purchased by the qualified organization to be offered as a prize in the allowable event; or**
- (2) a charity auction to which IC 7.1-3-6.2 applies, and the alcoholic beverage brought into the establishment is:**
 - (A) in sealed bottles or cases; and**
 - (B) donated to or purchased by the qualified organization to be offered for sale in the charity auction.**

SECTION 14. IC 7.1-5-8-6, AS AMENDED BY P.L.94-2008, SECTION 56, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 6. (a) It is a Class C misdemeanor for a person to knowingly carry liquor into a restaurant or place of public entertainment for the purpose of consuming it, displaying it, or selling, furnishing, or giving it away to another person on the premises, or for the purpose of having it served to himself or another person, then and there. It is a Class C misdemeanor to knowingly consume liquor brought into a public establishment in violation of this section.

(b) This section does not apply to a person at an outdoor place of public entertainment that:



- (1) has an area of at least four (4) acres and not more than six (6) acres;
- (2) is located within one (1) mile of the White River;
- (3) is owned and operated by a nonprofit corporation exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code; and
- (4) is used primarily in connection with live music concerts.

(c) This section does not apply to a person who carries liquor into a restaurant or place of public entertainment where a qualified organization is conducting:

- (1) an allowable event to which IC 7.1-3-6.1 applies, and the liquor brought into the establishment is:**
 - (A) in sealed bottles or cases; and**
 - (B) donated to or purchased by the qualified organization to be offered as a prize in the allowable event; or**
- (2) a charity auction to which IC 7.1-3-6.2 applies, and the liquor brought into the establishment is:**
 - (A) in sealed bottles or cases; and**
 - (B) donated to or purchased by the qualified organization to be offered for sale in the charity auction."**

Delete pages 2 through 10.

and when so amended that said bill do pass.

(Reference is to HB 1435 as reprinted February 10, 2015.)

ALTING, Chairperson

Committee Vote: Yeas 10, Nays 0.

